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MEMORANDUM

DATE: September 13, 2002

TO: All Pharmacies, Dispensing Physicians, HMOs, and Blood Banks

FROM: Peggy B. Handrich, Administrator
Division of Health Care Financing

SUBJECT Updated Medicaid Pharmacy Handbook

I. Updated Pharmacy Handbook

Here is a copy of the updated Wisconsin Medicaid Pharmacy Handbook. The Pharmacy Data Tables section is updated and has changes to the following tables:

- Appendix 1 – Numeric Listing of Manufacturers who have Signed Rebate Agreements.
- Appendix 2 – Less than Effective/Identical, Related, or Similar Drugs.
- Appendix 3 – Legend Drug Maximum Allowed Cost (MAC) List.
- Appendix 6 – Wisconsin Medicaid Noncovered Drugs – Manufacturer Rebates Refused.

II. All-Provider Handbook Included

CD-ROM copies of the updated Wisconsin Medicaid Pharmacy Handbook include the All-Provider Handbook.

III. SeniorCare Information

CD-ROM copies of this updated Wisconsin Medicaid Pharmacy Handbook include SeniorCare information.

Several Explanation of Benefits (EOB) codes were added for SeniorCare. These are listed in the table below.

| EOB | DESCRIPTION |
|-----|--|
| 044 | The provider is not authorized to perform or provide the service requested. |
| 066 | Claim reduced due to recipient/participant deductible. |
| 068 | SeniorCare participants not eligible for non-pharmacy claim types. |
| 085 | Different drug benefit programs. Prescriptions or services must be billed as a separate claim. |

| EOB | DESCRIPTION |
|-----|---|
| 107 | Benefit program's funds are exhausted. |
| 129 | Participant's eligibility not complete, please re-submit claim at a later date. |
| 135 | Denied. No substitute indicator required when billing innovator NDCS. |

Additional information including the link to SeniorCare-covered drugs can be found at www.dhfs.state.wi.us/seniorcare/index.htm.

IV. Pharmaceutical Care

Appendix 8 of the Drug Utilization Review (DUR) and Pharmaceutical Care (PC) chapter of the Pharmacy Handbook understates the allowed frequency of PC services in the following cases:

- Reason code "CS," action code "MO" and all outcome codes indicate a maximum of 1/pt/yr. This should be 2/pt/yr.
- Reason code "TD," action code "MO," outcome code "1E" indicate a maximum of 2/pt/yr. This should be 4/pt/yr.

In addition, Reason code "RE" Action code "AS" Outcome code "3M" indicate a maximum of 1/pt/day. This should be 2/pt/yr.

V. Additional Copies of Publications

All *Wisconsin Medicaid and BadgerCare Updates*, as well as the Pharmacy Handbook and the All-Provider Handbook, can be downloaded from the Medicaid web site at www.dhfs.state.wi.us/medicaid/. Additional copies of the handbook may be downloaded from the CD-ROM.

Pharmacies will automatically receive a CD-ROM quarterly, unless they notify Provider Services that they want only a paper copy. Pharmacies may receive either a CD-ROM or a paper copy, but not both.

If you would like to receive only paper copies of pharmacy materials, please call the Provider Services at (800) 947-9627 or (608) 221-9883.

If you have questions about the information in this handbook, please call Provider Services.

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Enclosure